

## City of East Grand Rapids General Fund Projected Budget

	Amended 2017/2018	Projected 2018/2019	Increase (Decrease)
Revenues:			
Taxes	8,340,000	8,580,000	240,000
Intergovernmental	916,500	936,500	20,000
Charges for services	566,400	566,400	-
Fines and forfeits	40,000	40,000	-
Licenses and permits	65,000	65,000	-
Interest	25,000	35,000	10,000
Recreation	1,189,200	1,195,400	6,200
Other	162,000	162,000	-
Total Revenues	<u>11,304,100</u>	<u>11,580,300</u>	<u>276,200</u>
Expenditures:			
General government	1,662,500	1,634,200	(28,300)
City Services	1,739,600	1,675,900	(63,700)
Public safety	5,198,000	5,411,900	213,900
Parks and recreation	2,014,000	2,042,400	28,400
Operating transfers out	1,000,000	1,000,000	-
Total Expenditures	<u>11,614,100</u>	<u>11,764,400</u>	<u>150,300</u>
Net change in fund balance	<u>(310,000)</u>	<u>(184,100)</u>	<u>125,900</u>



# City of East Grand Rapids

## Projected 2018/2019 Budget

The following assumptions were made in preparing the FY 2018/2019 projected budget:

**Revenues:**

- CPI has been set at 2.1% in the calculation of property tax revenue for FY 2018/2019, which is projecting an increase of taxes of \$240,000. This is compared to a CPI of 0.9% and increase in property tax revenue of \$160,000 in FY 2017/2018.
- Funding to be received from the State, interest income and park and recreation fees all are projecting a slight increase.
- Other categories remained at the same levels as FY 2017/2018 for this exercise.

**Expenditures:**

- Salaries, payroll taxes and defined contribution payments include a 2.25% inflationary increase.
- Health insurance and workers compensation insurance expenditures were increased by 10%
- Defined benefit payments were increased from \$1,205,000 to \$1,276,000. This is an increase of \$71,000.
- Capital improvements outlined in the City’s 3-year capital improvement plan have not been included.

The City is committed to maintaining unrestricted fund balance between 20-25% as a percentage of yearly expenditures. Based on the assumptions outlined above, below is an estimate of unrestricted fund balance as a percentage of yearly expenditures. Some of the planned capital improvements outlined in the 3-year improvement plan will be requested based on the expected ending unrestricted fund balance percentage and/or savings realized on operational expenditures in FY 2017/2018.

	Year Ended June 30,		
	Actual 2016/2017	Amended 2017/2018	Projected 2018/2019
Unrestricted Fund Balance Percentage	26.43%	26.40%	24.50%